



PRESS RELEASE

PR. No 029/2020

**BOND SAVINGS AND LOANS LIMITED (BOND)
UNAUDITED FINANCIAL STATEMENTS FOR
THE YEAR ENDED 31 DECEMBER, 2019**

BOND has released its Unaudited Financial Statements for the year ended December 31, 2019 as per the attached.

Issued in Accra, this 30th
day of January, 2020

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att'd.

Distribution:

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Head of Listing, GSE on 0302 669908, 669914, 669935

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Unaudited Financial Statements For the Quarter Ended December 31, 2019
(All Amounts are expressed in Ghana Cedis)

Unaudited Statement of Profit & Loss and other Comprehensive Income
for the Quarter Ended December 31, 2019

	2019	2018
INTEREST INCOME		
Loans and advances	119,724,523	109,387,255
Investments	13,323,564	20,631,655
TOTAL INTEREST INCOME	133,048,087	130,018,910
INTEREST EXPENSES		
Demand Deposits	1,246,614	918,301
Fixed Deposits	97,003,983	86,571,536
TOTAL INTEREST EXPENSE	98,250,597	87,489,837
NET INTEREST INCOME	34,797,490	42,529,073
OTHER OPERATING INCOME		
Arrangement/Facility Fees	1,051,531	2,484,769
Other charges & fees	629,254	664,596
Sundry Income	149,945	1,302,270
	1,830,730	4,451,634
NET OPERATING INCOME	36,628,220	46,980,708
OPERATING COSTS		
Staff Costs	8,408,454	7,319,931
Training & Dev.	117,616	425,473
Marketing	4,057,785	8,479,756
Occupancy costs	3,625,517	3,087,937
Administration	5,212,854	6,049,194
Bad Debt Provision	5,762,654	9,559,690
Depreciation	2,391,246	2,454,554
TOTAL OPERATING COST	29,576,125	37,376,534
NET PROFIT/(LOSS) BEFORE TAX	7,052,095	9,604,173

Unaudited Statement of Financial Position as at December 31, 2019

ASSETS		
Cash and Short-term Funds	2,347,178	3,451,649
Deposits with Banks & Fin. Institutions	67,823,079	68,696,305
Trading Investments	77,538,717	73,182,591
Loans & Advances	250,147,128	231,643,866
Other Assets	9,752,235	9,849,356
Investment in subsidiary	4,743,400	4,743,400
Fixed Assets	14,814,402	9,635,773
TOTAL ASSETS	427,166,139	401,202,940
CURRENT LIABILITIES		
Fixed Deposits	208,854,785	211,853,518
Demand Deposits	22,804,605	45,914,079
Creditors & Accruals	38,785,810	7,883,635
Taxation	4,468,855	4,779,695
TOTAL CURRENT LIABILITIES	274,914,055	270,430,926
MEDIUM TERM NOTE		
Borrowings	70,000,000	60,434,000
TOTAL MEDIUM TERM LIABILITIES	70,000,000	60,434,000
TOTAL LIABILITIES	344,914,055	330,864,926
Stated Capital	29,435,267	29,435,267
Income Surplus	(12,015,605)	(17,304,677)
Credit Risks Reserve	37,835,487	37,835,488
Revaluation Reserve	6,625,000	-
Statutory Reserves	20,371,935	20,371,935
SHAREHOLDER FUNDS	82,252,084	70,338,013
TOTAL LIAB./SHAREHOLDER FUNDS	427,166,139	401,202,939

Unaudited Statement of Cash Flows for the Quarter Ended December 31, 2019

	2019	2018
Cash flow from operating activities		
Operating profit before taxation	7,052,095	9,604,173
Adjustments for:		
Depreciation	2,391,246	2,454,554
Impairment charge	6,976,329	10,773,365
Operating profit before working capital changes	16,419,670	22,832,092
Changes in operating and other assets and liabilities		
Changes in other assets	97,121	(4,315,464)
Changes in other liabilities	30,902,175	7,202,746
Changes in customer deposit	(16,542,206)	34,025,281
Changes in loans and advances to customers	(25,479,592)	(57,657,749)
	(11,022,502)	(20,745,186)
Net cash generated from operating activities	5,397,169	2,086,906
Cash flow from investing activities:		
Changes in financial investments	(7,374,864)	24,085,439
Net cash used in investing activities	(7,374,864)	24,085,439
Increase in cash and cash equivalents	(1,977,695)	24,212,148
Cash & cash equivalents as 1 January	72,871,628	48,659,480
Cash and cash equivalents at 31 December	70,893,933	72,871,628

Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB).

Accounting policies

The accounting policies adopted are consistent with those of the previous financial year.

Basis of preparation

The financial statements have been prepared on a historical cost basis. The financial statements are prepared in Ghana Cedis.

Summary of significant accounting policies

The significant accounting policies applied by Bond Savings and Loans Plc in the preparation of the financial statements are set out below

Functional and presentation currency

The financial statements are presented in Ghana Cedis (GHC), which is the functional and presentational currency of the company.

Foreign currency transactions

Monetary assets and liabilities denominated in foreign currencies are translated in cedis at the exchange rate ruling at the company's year end. Transactions denominated in foreign currencies are translated at the rates ruling at the dates of the transactions. All translation differences are dealt with in arriving at the operating result.

Property, plant and equipment

The company recognizes an item of property, plant and equipment as an asset when it is probable that future economic benefits will flow to it and the cost of the item can be measured reliably.

Property, plant and equipment is stated at cost, net of accumulated depreciation and/or accumulated impairment losses, if any. Such cost includes the cost of replacing part of the plant and equipment and borrowing costs for long-term construction projects if the recognition criteria are met. Likewise, when a major inspection is performed, its cost is recognised in the carrying amount of the plant and equipment as a replacement if the recognition criteria are satisfied. All other repair and maintenance costs are recognised in the income statement as incurred.

Depreciation is calculated on a straight-line basis over the useful life of the asset. The current annual depreciation rates for each class of property, plant and equipment are as follows:

Leasehold buildings and improvements	2%
Motor vehicles	25%
Office equipment	25%
Furniture and equipment	25%

QUANTITATIVE DISCLOSURES

	2019	2018
(i) Capital Adequacy Ratio	14.19%	11.33%
(ii) Non-Performing Loan Ratio	16.41%	16.48%